

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2007

	October-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	Fiscal YTD	FY07	Ended	Ended
				Net ROR				Net ROR	Net ROR	Net ROR	6/30/2007	6/30/2007
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
LA Capital	807,832	3.2%	3.2%	2.14%	790,748	3.2%	3.2%	0.41%	2.57%	21.75%	13.79%	N/A
Total Structured Growth	807,832	3.2%	3.2%	2.14%	790,748	3.2%	3.2%	0.41%	2.57%	21.75%	13.79%	11.59%
Russell 1000 Growth				3.40%				4.21%	7.75%	19.04%	8.70%	9.28%
<i>Structured Value</i>												
LSV	892,599	3.6%	3.6%	-0.15%	893,659	3.7%	3.6%	-1.05%	-1.20%	23.29%	19.11%	16.46%
Russell 1000 Value				0.01%				-0.24%	-0.23%	21.87%	15.93%	13.31%
<i>Enhanced Russell 1000 Index</i>												
LA Capital	849,855	3.4%	3.4%	2.38%	829,904	3.4%	3.4%	0.07%	2.45%	20.43%	13.31%	11.77%
Russell 1000				1.74%				1.98%	3.76%	20.43%	12.34%	11.33%
<i>Enhanced S&P 500 Index</i>												
Northern Trust	762,427	3.1%	3.1%	0.78%	756,400	3.1%	3.1%	0.34%	1.12%	19.26%	11.40%	10.53%
Westridge	1,008,019	4.0%	3.1%	1.67%	986,800	4.1%	3.1%	2.18%	3.89%	21.05%	12.00%	11.00%
Wells Capital	670,787	2.7%	2.4%	0.49%	666,485	2.7%	2.4%	4.26%	4.78%	30.71%	N/A	N/A
Franklin	567,510	2.3%	2.4%	1.29%	559,938	2.3%	2.4%	-0.71%	0.57%	N/A	N/A	N/A
Total Enhanced S&P 500 Index	3,008,743	9.8%	11.0%	1.11%	2,969,623	9.9%	11.0%	1.60%	2.73%	21.56%	11.94%	11.24%
S&P 500				1.59%				2.03%	3.65%	20.59%	11.68%	10.71%
<i>Absolute Return Strategy</i>												
Epoch	161,155	0.6%	1.1%	2.45%	157,144	0.6%	1.1%	0.06%	2.51%	N/A	N/A	N/A
S&P 500				1.59%				2.03%	3.65%			
<i>S&P 500 Index</i>												
State Street	386,666	1.6%	1.7%	-0.09%	386,788	1.6%	1.7%	-0.79%	-0.89%	21.86%	12.41%	11.15%
S&P 500				1.59%				2.03%	3.65%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	6,106,852	24.5%	24.0%	1.19%	6,027,866	24.7%	24.0%	0.70%	1.90%	21.66%	13.61%	12.15%
S&P 500				1.59%				2.03%	3.65%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	2,010,165	8.1%	8.6%	2.41%	1,962,539	8.1%	8.6%	-4.25%	-1.94%	17.13%	13.31%	14.32%
Russell 2000 + 200bp				3.04%				-2.60%	0.36%	18.76%	15.72%	16.16%
Callan	889,706	3.6%	3.4%	2.74%	866,258	3.6%	3.4%	-1.14%	1.57%	21.00%	N/A	N/A
Russell 2000				2.87%				-3.09%	-0.31%	16.44%		
TOTAL SMALL CAP DOMESTIC EQUITY	2,899,870	11.6%	12.0%	2.51%	2,828,797	11.6%	12.0%	-3.32%	-0.89%	17.89%	13.50%	14.44%
Russell 2000				2.87%				-3.09%	-0.31%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY												
<i>Large Cap - Core</i>												
State Street	277,854	1.1%	1.1%	3.31%	268,784	1.1%	1.1%	1.42%	4.78%	27.82%	20.73%	15.09%
MSCI EAFE (1)				3.93%				2.18%	6.19%	27.00%	20.77%	14.70%
<i>Large Cap - Active</i>												
Capital Guardian	842,813	3.4%	3.3%	4.02%	808,714	3.3%	3.3%	-0.21%	3.81%	26.04%	21.52%	14.83%
LSV	805,434	3.2%	3.3%	3.06%	781,493	3.2%	3.3%	-3.20%	-0.24%	29.94%	N/A	N/A
Bank of Ireland	268,401	1.1%	1.1%	4.29%	257,364	1.1%	1.1%	-4.43%	-0.32%	25.29%	19.70%	13.72%
Total Large Cap - Active	1,916,648	7.7%	7.7%	3.65%	1,847,571	7.6%	7.7%	-2.09%	1.49%	27.58%	22.64%	15.45%
MSCI EAFE - 50% Hedged				3.25%				0.11%	3.36%	26.94%	22.55%	15.71%
<i>Small Cap - Active</i>												
Lazard	262,768	1.1%	1.1%	5.34%	249,415	1.0%	1.1%	-3.54%	1.61%	24.18%	22.99%	21.28%
Wellington	279,776	1.1%	1.1%	5.03%	266,132	1.1%	1.1%	-0.96%	4.01%	26.62%	20.49%	21.40%
Total Small Cap - Active	542,544	2.2%	2.2%	5.18%	515,547	2.1%	2.2%	-2.23%	2.84%	25.39%	21.75%	21.34%
Citigroup Broad Market Index < \$2BN				4.70%				-0.66%	4.01%	28.60%	26.33%	25.39%
TOTAL INTERNATIONAL EQUITY	2,737,045	11.0%	11.0%	3.92%	2,631,902	10.8%	11.0%	-1.77%	2.07%	27.21%	22.14%	16.66%
MSCI EAFE - 50% Hedged				3.25%				0.11%	3.36%	26.94%	22.55%	15.71%
EMERGING MARKETS EQUITY												
<i>Core</i>												
JP Morgan	150,430	0.6%	0.5%	9.71%	159,246	0.7%	0.5%	11.70%	22.54%	46.07%	N/A	N/A
PanAgora	151,848	0.6%	0.5%	10.97%	159,197	0.7%	0.5%	15.67%	28.37%	46.34%	N/A	N/A
WestLB	152,816	0.6%	0.5%	12.69%	158,352	0.6%	0.5%	14.72%	29.28%	42.11%	N/A	N/A
UBS	266,951	1.1%	0.9%	13.11%	278,074	1.1%	0.9%	14.81%	29.86%	42.04%	N/A	N/A
Total Core	722,045	2.9%	2.4%	11.85%	754,869	3.1%	2.4%	14.30%	27.85%	43.90%	37.74%	29.07%
MSCI Emerging Markets				11.16%				14.52%	27.30%	45.45%	38.67%	21.67%
<i>Small Cap</i>												
DFA	150,946	0.6%	0.6%	7.44%	167,250	0.7%	0.6%	7.20%	15.17%	68.14%	N/A	N/A
MSCI Emerging Markets				11.16%				14.52%	27.30%	45.45%		
<i>Private Equity</i>												
Capital International	9,496	0.0%	0.0%	0.00%	6,318	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
MSCI Emerging Markets				11.16%				14.52%	27.30%	45.45%		
TOTAL EMERGING MARKETS EQUITY	882,487	3.5%	3.0%	10.98%	928,436	3.8%	3.0%	12.73%	25.10%	48.23%	38.70%	29.61%
MSCI Emerging Markets				11.16%				14.52%	27.30%	45.45%	38.67%	30.66%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	584,392	2.3%	2.1%	0.55%	661,571	2.7%	2.7%	2.08%	2.64%	7.00%	4.29%	5.59%
Lehman Aggregate				0.90%				2.84%	3.77%	6.12%	3.98%	4.48%
<i>Index</i>												
Bank of ND	1,230,596	4.9%	6.1%	0.85%	1,190,012	4.9%	6.1%	3.15%	4.03%	5.69%	3.78%	4.49%
Total Index	1,230,596	4.9%	6.1%	0.85%	1,190,012	4.9%	6.1%	3.15%	4.03%	5.69%	3.92%	4.50%
Lehman Gov/Credit				0.91%				3.01%	3.94%	6.00%	3.84%	4.69%
<i>Convertibles</i>												
Calamos (2)	619,157	2.5%	2.1%	2.95%	703,505	2.9%	2.7%	3.50%	6.55%	N/A	N/A	N/A
Total Convertibles	619,157	2.5%	2.1%	2.95%	703,505	2.9%	2.7%	3.50%	6.55%	12.55%	5.57%	3.31%
Merrill Lynch All Convertibles (3)				1.92%				1.01%	2.95%	15.38%	8.30%	10.89%
<i>BBB Average Quality</i>												
Wells Capital	582,540	2.3%	2.1%	1.14%	656,497	2.7%	2.7%	1.91%	3.08%	9.12%	5.96%	6.71%
Lehman BBB				1.46%				1.67%	3.15%	7.54%	4.47%	6.43%

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				Net ROR				Net ROR	Net ROR	Net ROR	6/30/2007	6/30/2007
											Net	Net
Private Debt												
Prudential	654,065	2.6%	2.1%	0.83%	632,617	2.6%	2.7%	1.88%	2.72%	7.16%	N/A	N/A
Lehman Aggregate				0.90%				2.84%	3.77%	6.12%		
Timberland												
TIR - Teredo (4)	604,289	2.4%	2.4%	-0.06%	512,910	2.1%	2.1%	-0.17%	-0.23%	26.95%	12.73%	12.23%
TIR - Springbank	1,106,208	4.4%	4.4%	-0.02%	1,085,734	4.5%	4.5%	-0.07%	-0.10%	26.90%	N/A	N/A
Total Timberland	1,710,496	6.9%	6.9%	-0.03%	1,598,644	6.6%	6.6%	-0.11%	-0.14%	27.33%	26.21%	20.09%
NCREIF Timberland Index				0.76%				2.31%	3.09%	11.89%	15.17%	11.37%
Infrastructure												
JP Morgan	779,646	3.1%	3.1%	-0.07%	268,705	1.1%	1.1%	-0.41%	-0.48%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	6,160,891	24.7%	24.5%	0.82%	5,711,550	23.4%	24.5%	1.69%	2.52%	12.52%	11.43%	10.17%
Lehman Aggregate				0.90%				2.84%	3.77%	6.12%	3.98%	4.48%
HIGH YIELD BONDS												
Core												
Loomis Sayles	589,044	2.4%	2.3%	0.92%	582,978	2.4%	2.4%	0.37%	1.29%	13.37%	11.25%	N/A
Sutter/Wells Capital	558,272	2.2%	2.3%	1.31%	544,257	2.2%	2.4%	-3.19%	-1.92%	9.82%	8.02%	N/A
Total Core	1,147,316	4.6%	4.6%	1.11%	1,127,235	4.6%	4.7%	-1.39%	-0.29%	11.59%	9.63%	5.67%
LB High Yield 2% Issuer Constrained Index				0.67%				0.40%	1.08%	11.22%	8.70%	N/A
Mezzanine Debt												
Goldman Sachs	26,096	0.1%	0.1%	-0.14%	26,096	0.1%	0.1%	-1.07%	-1.21%	7.39%	N/A	N/A
TCW	49,265	0.2%	0.2%	0.00%	40,031	0.2%	0.2%	-2.96%	-2.96%	N/A	N/A	N/A
Total Mezzanine Debt	75,360	0.3%	0.3%	-0.06%	66,127	0.3%	0.3%	-2.33%	-2.38%	7.39%	N/A	N/A
LB High Yield 2% Issuer Constrained Index				0.67%				0.40%	1.08%	11.22%		
Distressed Mortgages												
PIMCO	15,279	0.1%	0.1%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Declaration Management	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Distressed Mortgages	15,279	0.1%	0.1%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
LB High Yield 2% Issuer Constrained Index				0.67%								
TOTAL HIGH YIELD BONDS	1,237,955	5.0%	5.0%	1.05%	1,193,362	4.9%	5.0%	-1.35%	-0.32%	11.62%	9.64%	11.24%
LB High Yield 2% Issuer Constrained Index				0.67%				0.40%	1.08%	11.22%	8.77%	11.75%
INTERNATIONAL FIXED INCOME												
International Sovereign												
UBS Global (Brinson)	1,034,638	4.2%	4.5%	1.48%	1,019,296	4.2%	4.5%	7.48%	9.08%	0.21%	2.69%	6.66%
Citigroup Non-US Gov't Bond Index (5)				1.83%				8.10%	10.08%	2.22%	3.23%	6.89%
International Core												
Brandywine	1,088,184	4.4%	4.5%	3.00%	1,056,974	4.3%	4.5%	5.77%	8.94%	6.63%	7.38%	N/A
Lehman Global Aggregate (ex-US)				2.07%				7.35%	9.57%	3.78%	5.22%	N/A
TOTAL INTERNATIONAL FIXED INCOME	2,122,822	8.5%	9.0%	2.25%	2,076,270	8.5%	9.0%	6.60%	9.01%	3.41%	5.03%	8.23%
Citigroup Non-US Gov't Bond Index (5)				1.83%				8.10%	10.08%	2.22%	3.27%	6.92%
REAL ESTATE												
INVESCO	941,857			0.00%	951,333			3.09%	3.09%	14.44%	N/A	N/A
J.P. Morgan Strategic & Special Funds	979,174			0.60%	985,228			4.18%	4.80%	19.72%	20.09%	15.71%
J.P. Morgan Alternative Property Fund	226,887			0.77%	225,159			0.00%	0.77%	6.70%	N/A	N/A
TOTAL REAL ESTATE	2,147,918	8.6%	8.5%	0.35%	2,161,721	8.9%	8.5%	3.25%	3.62%	15.47%	20.09%	15.71%
NCREIF TOTAL INDEX				1.17%				3.56%	4.77%	17.24%	17.63%	14.30%
ALTERNATIVE INVESTMENTS												
Coral Partners V	13,940			0.00%	14,926			-1.25%	-1.25%	-1.78%	-4.71%	-14.30%
Coral Partners V - Supplemental	1,919			0.00%	2,134			-0.33%	-0.33%	8.49%	3.75%	0.86%
Coral Momentum Fund (Formerly Fund VI)	38,464			0.00%	42,231			43.80%	43.80%	-16.26%	-8.10%	N/A
Brinson 1998 Partnership Fund	3,511			0.00%	3,698			6.31%	6.31%	31.02%	22.24%	11.25%
Brinson 1999 Partnership Fund	7,104			0.00%	9,599			8.83%	8.83%	19.95%	14.43%	7.53%
Brinson 2000 Partnership Fund	25,881			0.00%	27,257			12.46%	12.46%	13.52%	18.72%	9.86%
Brinson 2001 Partnership Fund	20,563			0.00%	21,656			7.25%	7.25%	15.81%	13.02%	7.67%
Brinson 2002 Partnership Fund	11,619			0.00%	12,237			7.77%	7.77%	11.10%	12.11%	11.95%
Brinson 2003 Partnership Fund	3,637			0.00%	3,831			-2.14%	-2.14%	34.38%	19.70%	N/A
Total Brinson Partnership Funds	72,315			0.00%	78,277			8.74%	8.74%	16.34%	16.34%	10.08%
Brinson 1999 Non-US Partnership Fund	3,479			0.00%	3,664			-15.34%	-15.34%	111.26%	57.67%	39.95%
Brinson 2000 Non-US Partnership Fund	9,162			0.00%	9,649			9.22%	9.22%	55.10%	34.26%	25.05%
Brinson 2001 Non-US Partnership Fund	6,053			0.00%	7,585			8.40%	8.40%	7.81%	14.42%	11.71%
Brinson 2002 Non-US Partnership Fund	13,401			0.00%	15,196			9.52%	9.52%	88.98%	43.24%	29.72%
Brinson 2003 Non-US Partnership Fund	11,550			0.00%	12,164			5.76%	5.76%	76.59%	33.38%	N/A
Brinson 2004 Non-US Partnership Fund	4,841			0.00%	5,098			7.85%	7.85%	23.98%	15.75%	N/A
Total Brinson Non-US Partnership Fund	48,486			0.00%	53,357			6.06%	6.06%	62.33%	35.68%	25.84%
Brinson BVCF IV	38,711			0.00%	39,034			9.99%	9.99%	-3.23%	10.47%	6.87%
Adams Street Direct Co-Investment Fund	20,928			0.00%	20,877			-0.11%	-0.11%	N/A	N/A	N/A
Matlin Patterson Global Opportunities	9,327			0.00%	9,823			-60.15%	-60.15%	10.95%	25.72%	N/A
Matlin Patterson Global Opportunities II	73,006			0.00%	70,253			0.61%	0.61%	37.09%	N/A	N/A
Matlin Patterson Global Opportunities III	7,855			0.00%	8,273			-15.88%	-15.88%	N/A	N/A	N/A
InvestAmerica	15,464			0.00%	16,287			18.49%	18.49%	13.96%	-2.58%	-5.68%
Hearthstone MSII	632			0.00%	0			0.00%	0.00%	-95.85%	-100.00%	-100.00%
Hearthstone MSIII	7,447			0.00%	7,753			18.89%	18.89%	208.65%	79.05%	N/A
Corsair III	19,765			0.00%	8,039			14.87%	14.87%	N/A	N/A	N/A
Quantum Resources	7,600			0.00%	8,004			-8.56%	-8.56%	N/A	N/A	N/A
Quantum Energy Partners	3,864			0.00%	4,070			-17.70%	-17.70%	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (6)	379,722	1.5%	3.0%	0.00%	383,338	1.6%	3.0%	3.37%	3.37%	16.97%	15.16%	8.08%
CASH EQUIVALENTS												
Northern Trust STIF/STEP	221,872	0.9%	0.0%	0.42%	421,496	1.7%	0.0%	0.68%	1.10%	5.25%	3.91%	3.00%
90 Day T-Bill				0.30%				1.34%	1.64%	5.21%	3.78%	2.76%
TOTAL FUND	24,897,433	100.0%	100.0%	1.90%	24,364,738	100.0%	100.0%	1.20%	3.12%	17.87%	13.79%	12.47%
POLICY TARGET BENCHMARK				1.84%				2.14%	4.02%	14.48%	10.23%	9.83%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

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Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	6/30/2007	6/30/2007
										Net	Net

- (2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.
(3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.
(4) Prior to June 1, 2006, the Toredos properties were under the management of RMK.
(5) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.
(6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.